

2

7

10

13

14

15

- 1. I am Vice President, Global Product Marketing and Management, and have been employed at SuccessFactors, Inc. ("SuccessFactors") since June 2004. I make this declaration of my own personal knowledge, except to any extent otherwise specified. If called as a witness, I could and would testify competently to the facts set forth herein.
- 2. As I stated in my prior declaration submitted in support of SuccessFactors' Application for a Temporary Restraining Order filed on March 11, 2008 (Dkt. No. 17), SuccessFactors was the target of an "anonymous" email campaign attaching a 43-page PowerPoint Presentation attacking the company's corporate integrity, reputation, products, and customer relations. Softscape's General Counsel has confirmed that Softscape prepared the Presentation at issue. See Declaration of S. Mohr in Opposition to TRO, 03.12.08 (Dkt. No. 35-2).
- 3. SuccessFactors was informed directly by its customers and prospects that the Softscape Presentation was sent to their senior executives, including the heads of Human Resources, and other key decision makers at our customer sites and targets. At larger prospects, such as R.J. Reynolds Tobacco Company, our contacts confirmed it was sent to the Senior Vice President of Global HR, the Vice President of Information Systems, Director of Organizational Development, Director of Information Systems, senior procurement manager and others. In smaller accounts, the email was clearly targeted to the key decision maker. By way of example, our contacts confirmed that the Director of HR Systems and Services at GameStop as well as the HR Director at Scholastic both received a copy of the Softscape Presentation from "John Anonymous."
- 4. We are continuing to invest time and resources in our investigation to learn the full extent of the "John Anonymous" email distribution of the Softscape Presentation and source of the unauthorized access into our password-protected sales demo account. We cannot know for sure the full list of recipients until we obtain records showing the email distribution.
- 5. We have been informed directly by customers that some received the Presentation not from "John Anonymous," but rather were forwarded the document from other sources.

6

9

Attached as Exhibit 1 is a true and correct copy of a confidential email dated March 11, 2008 that was received from one of our more recently installed customers. After reviewing the Presentation, our customer writes: "The information alarms me to say the least (not all of it) and certainly if even 10% of it is true it will be bad for me, you, and the company." He requests a meeting to discuss.

- 6. Since I submitted the declaration on March 11, we have identified additional customers and prospects that received the Presentation prepared by Softscape. These companies include: Aimco, Big Brothers Big Sisters of America, Intelsat, Parexel International Corporation, Regions Bank, in addition to the twenty-five companies previously identified. Almost two thirds of these companies are prospects rather than customers.
- 7. The distribution of the Softscape Presentation is particularly harmful with respect to the prospects because we are competing for business with other software vendors for many of them, including Australia Post, Big Brothers Big Sisters of America, California Department of Corrections, Callaway Golf, Conway Freight, GameStop, Levi, Parexel International, Scholastic, Spotless, and U.S. Xpress Enterprises.
- 8. SuccessFactors' sales team has spent a considerable amount of time contacting customers and prospective customers to address questions, uncertainty and concerns generated about the SuccessFactors brand, its corporate image and its commitment to its customers. We have learned through this effort that Softscape was also being considered on at least half of the prospective accounts that we have identified to date, including Aimco, Australia Post, Big Brothers Big Sisters of America, Callaway Golf, Conway Freight, GameStop, Parexel International, Scholastic, Spotless, and U.S. Xpress Enterprises.
- 9. Attached as Exhibit 2 is a true and correct copy of a Softscape press release dated March 12, 2008 filed the day after the suit was initiated. The press release states that the "The facts in this case will speak for themselves. This is a frivolous public relations tactic without merit or foundation..."
- 10. Attached as Exhibit 3 is a true and correct copy of another Softscape press release dated March 14, 2008. It says "The SuccessFactors lawsuit remains a frivolous abuse of the legal

6

7

1

2

3

9

11

14

15

FENWICK & WEST LLP Attorneys at Law Mountain View

system." Softscape admits preparing the Presentation, but states "the document was based on substantiated facts."

- 11. The March 14, 2008 press release adds: "The SuccessFactors lawsuit was an act of desperation by a hostile industry predator."
- 12. Through our customer outreach efforts in response to the public dissemination of the Softscape Presentation, we have received emails showing that Softscape is communicating directly with SuccessFactors' customers and prospects by sending letters or emails targeted to them. Attached as Exhibit 4 is a true and correct copy of an email from Dave Watkins, CEO of Softscape, that was forwarded by one of our prospective customers to SuccessFactors. It begins by apologizing "for any distractions that the lawsuit filed by my competitor, Successfactors may have caused you." He then directs the recipient to Softscape's March 14, 2008 press release, which is linked to the communication. The press release incorrectly suggests that the Presentation is based on "substantiated facts."
- 13. Attached as Exhibit 5 is a true and correct copy of an email forwarded by one of our prospective customers. It is an email dated March 14, 2008 from Rick Vatcher, Customer CARE, PMO, at Softscape. It says: "I wanted to inform you that Successfactors, a competitor of Softscape, has falsely accused and filed suit against us regarding an anonymous email sent to their prospective customers." It then states: "It is unfortunate that this competitor is taking such as aggressive predator [sic] tactic."
- 14. The press releases and direct communications from Softscape have had the effect of reminding customers and prospects of the existence of the Softscape Presentation. One contact at Visa, which is a prospect of ours, did not receive the Presentation directly from "John Anonymous," but instead received only Mr. Watkins' communication about the Presentation. The contact indicated that while Visa has not disqualified SuccessFactors as a potential vendor, they now have concerns about our customer satisfaction and service.
- 15. Softscape's press releases and direct communications to customers and prospects have also, in some instances, generated interest in the Presentation. Attached as Exhibit 6 is a ///

true and correct copy of messages posted on the Yahoo! Bulletin Boards, requesting a copy of the Softscape Presentation.

I declare under penalty of perjury under the laws of the United States of America and the State of California that the foregoing is true and correct, and that this declaration was executed this 20th day of March, 2008, in San Mateo, California.

Robert Bernshteyn

ENWICK & WEST LLP Attorneys At Law Mountain View DECL OF ROB BERNSHTEYN ISO PRELIMINARY

_ 5 _

CASE NO CVAR_1376 CW

Case 4:08-cv-01376-CW	Document 39-2	Filed 03/21/2008	Page 1 of 3

FENWICK & WEST LLP ATTORNEYS AT LAW MOUNTAIN VIEW	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16	NORTHERN DIS		
	17 18 19 20 21 22 23 24 25 26 27 28	SUCCESSFACTORS, INC., a Delaware corporation, Plaintiff, v. SOFTSCAPE, INC., a Delaware corporation; and DOES 1-10, inclusive, Defendants. RE: CONFIDENTIAL EXHIBIT 1 TO TH SUPPORT OF PRELIMINARY INJUSTICAL EXHIBIT 1.	Case No. CV 08- MANUAL FILE Date: Time: Courtroom: Judge: Date of Filing: Trial Date:	March 27, 2008 2:00 p.m. 2 Hon. Claudia Wilken March 11, 2008 No date set

CASE No. CV 08-1376 CW

MANUAL FILING NOTICE

- 2 -

Document 39-2

Filed 03/21/2008

Page 3 of 3

CASE No. CV 08-1376 CW

Case 4:08-cv-01376-CW

MANUAL FILING NOTICE



SOLUTIONS

PRODUCTS

SERVICES

contact us · request a demo · customer login

COMP

INFO

The People Management Experts



Company

About Us

Why Softscape

Leadership Team

Customers

Partners

News

Industry Recognition

Careers

Contact

Worldwide Offices

Softscape Responds to SuccessFactors Claim

FOR IMMEDIATE RELEASE

Wayland, MA – March 12, 2008 - Softscape, the global leader in integrated people management software, today released this statement in response to the lawsuit filed by SuccessFactors (Nasdaq:SFSF) that was announced earlier today:

"The facts in this case will speak for themselves. This is a frivolous public relations tactic without merit or foundation, and we will defend all of the claims vigorously. The SEC maintains that publicly traded companies have the fiduciary obligation to their shareholders and the marketplace to disclose absolute facts. As a profitable and recognized category leader in the human capital management industry, our focus is not competitors. Our focus is on continuous product innovation and maintaining the highest customer satisfaction and retention rates."

About Softscape (www.softscape.com)

Softscape is the global leader in integrated people management software that enables organizations to more effectively drive their business performance. Recognized by industry analysts as the most comprehensive strategic human capital management solution, Softscape provides complete employee lifecycle management, including a core system of record, in a single, integrated platform for improved business intelligence. The company offers customers of all sizes and in all industries the most flexibility and choice with multiple purchase, configuration, and deployment options. For more than a decade, Softscape has helped millions of workers across 156 countries be more successful at their jobs while contributing to bottom-line results. Softscape's customers represent Fortune 500/Global 500, mid-market, and government organizations, including Barclays, AstraZeneca, Seagate, GKN, Edcon, LandAmerica, and the U.S. Department of Homeland Security. Softscape is based in Massachusetts with offices in London, Sydney, New York City, Chicago, San Francisco, Hartford, Washington, D.C., Bangkok, Hong Kong, and Johannesburg.

The Softscape logo and marks related to Softscape products are either trademarks or registered trademarks of Softscape, Inc. Other brand and product names contained herein may be trademarks or registered trademarks of their respective holders.

© Softscape, Inc. (800) 881-2546

| info@softscape.com | Feedback | Legal Notice |

Whitepaper:

DEMO REQUEST

Aligning Goals, Strate Performance

Leveraging Web-Based HCM Systems

DOWNLOAD NOW

Related Information

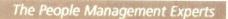
- Latest News
- Press Release Archive
- Industry Recognition
- Online Press Kit

Media Contact:

Susan Mohr
+1 508 358-1072 or
smohr@softscape.com

contact us ... request a demo ... customer login

INFO





Company

About Us

Why Softscape

Leadership Team

Customers

Partners

News

Industry Recognition

Careers

Contact

Worldwide Offices

Softscape Successful Against Rival SuccessFactors' Frivolous Lawsuit

FOR IMMEDIATE RELEASE

Wayland, MA – March 14, 2008 - Softscape, the global leader in integrated people management software, today released this statement in response to the lawsuit filed by SuccessFactors (NASDAQ:SFSF) that was announced March 12, 2008:

"The SuccessFactors lawsuit remains a frivolous abuse of the legal system, and we will defend ourselves to the fullest extent. The announcement released by SuccessFactors on March 13, 2008 deliberately misstated Softscape's general counsel's testimony, and ignored key facts contained in the complete statement. (http://www.softscape.com/pdf/doc/TRO_Declaration080312.pdf)

"Softscape does not condone the dissemination of the document in question. Although the document was based on substantiated facts, it was intended for internal use only and was not designed or intended for external distribution. We are conducting our own thorough investigation to determine how an internal document ended up in outside hands. "Yesterday, Softscape was successful in having the court narrowly limit the restraining order.

(http://www.softscape.com/pdf/doc/TRO_Decision080313.pdf)

"It is common in a highly competitive market for vendors to review each others' presentations, webinars, and demonstrations and have competitive sales tools. The SuccessFactors lawsuit is an act of desperation by a hostile industry predator."

About Softscape (www.softscape.com)

Softscape is the global leader in integrated people management software that enables organizations to more effectively drive their business performance. Recognized by industry analysts as the most comprehensive strategic human capital management solution, Softscape provides complete employee lifecycle management, including a core system of record, in a single, integrated platform for improved business intelligence. The company offers customers of all sizes and in all industries the most flexibility and choice with multiple purchase, configuration, and deployment options. For more than a decade, Softscape has helped millions of workers across 156 countries be more successful at their jobs while contributing to bottom-line results. Softscape's customers represent Fortune 500/Global 500, mid-market, and government organizations, including

DEMO REQUEST

Whitepaper: Performance Driven L

Automating Employee Development Based on Performance Objectives

DOWNLOAD NOW

Related Information

- Latest News
- Press Release Archive
- Industry Recognition
- Online Press Kit

Media Contact:

Susan Mohr
+1 508 358-1072 or smohr@softscape.com

Barclays, AstraZeneca, Seagate, GKN, Edcon, LandAmerica, and the U.S. Department of Homeland Security. Softscape is based in Massachusetts with offices in London, Sydney, New York City, Chicago, San Francisco, Hartford, Washington, D.C., Bangkok, Hong Kong, and Johannesburg.

The Softscape logo and marks related to Softscape products are either trademarks or registered trademarks of Softscape, Inc. Other brand and product names contained herein may be trademarks or registered trademarks of their respective holders.

© Softscape, Inc. (800) 881-2546

| info@softscape.com | Feedback | Legal Notice |

From: Dave Watkins [mailto:dwatkins@softscape.com]

Sent: Friday, March 14, 2008 5:54 PM

To: Parr, Cathy Cc: Micki Pahl

Subject: Greetings from Softscape

Ms. Cathy Parr Assistant to HR Manger Department of Corrections California

Dear Cathy:

I want to personally apologize for any distractions that the lawsuit filed by my competitor, Successfactors may have caused you. We are taking this matter very seriously and are investigating all facts. I want to assure you that this matter does not affect your initiative or our long term relationship. We issued this press release today.

If you receive any email communications from Successfactors, or anyone else about this matter, I would appreciate it if you let us know. Our focus is ensuring your ongoing success and providing you with the highest level of service.

As always, if there is anything I can do to assist you, please let me know.

Very truly yours,

Dave Watkins

Founder, CEO Softscape, Incorporated

One Softscape Place 526 Boston Post Road Wayland, MA 01778

- 2 + 1 508 358 1072 x1300 (Office)
- **+** 1 617 835 8835 (Cell)
- **4** + 1 508 358 3072
- 07824646245 (UK Local Cell)
- www.softscape.com

Atlanta | Bangkok | Boston | Chicago | Connecticut | Dallas | Hong Kong | Johannesburg | London | New York | San Francisco | Sydney | Washington DC |

Softscape Exceeds 3.4 Million Users, Dominates Strategic Human Capital Management Market for Global Enterprises, Increased Demand From Large Multi-National Enterprises and Ongoing Profitable Operations Close Out Stellar Year

For more, please see the press release at http://www.softscape.com/us/pr2008/pr 08 0310 dominates.htm

Case 4:08-cv-01376-CW	Document 39-6	Filed 03/21/2008	Page 1 of 3				
	<u> </u>		_				
EVHIDIT 5 TO DECLADATION OF ROR REPOSHTEVN							

----Original Message----

From:

Sent: Friday, March 14, 2008 3:49 PM

To: Lori McNally

Subject: Fw: Softscape Customer CARE Communication

---- Original Message ----

From:

Sent: 03/14/2008 03:44 PM

To:

Cc:

Subject: Fw: Softscape Customer CARE Communication

Dear Customer,

I wanted to inform you that Successfactors, a competitor of Softscape, has falsely accused and filed suit against us regarding an anonymous email sent to their prospective customers. We are taking this matter very seriously and are investigating all facts. I want to assure you that this matter does not affect your initiative or our long term relationship.

It is unfortunate that this competitor is taking such an aggressive predator tactic. If you receive any email communications from Successfactors, or anyone else about this matter, I'd appreciate it if you let us know. Our focus is ensuring your ongoing success and providing you with the highest level of service.

As always, if there is anything I can do to assist you, please let me know.

Many thanks.

Rick Vatcher

Customer CARE, PMO

Office: 508-401-1492 x1492 (direct)

Cell: 339-221-2391 http://www.softscape.com rvatcher@softscape.com

The information contained in this e-mail and any accompanying documents may contain information that is confidential or otherwise protected from disclosure. If you are not the intended recipient of this message, or if this message has been addressed to you in error, please immediately alert the sender by reply e-mail and then delete this message, including any attachments. Any dissemination, distribution or other use of the contents of this message by anyone other than the intended recipient is strictly prohibited. All messages sent to and from this e-mail address may be monitored as permitted by applicable law and regulations to ensure compliance with our internal policies and to protect our business. E-mails are not secure and cannot be guaranteed to be error free as they can be intercepted, amended, lost or destroyed, or contain viruses. You are deemed to have accepted these risks if you communicate with us by e-mail.

Make Y! your home page

Web Search



Welcome, martiquidoux [Sign Out, My Account]

Message Boards Home - Help







Welcome to the new Yahoo! Message Boards - Send us feedback | Product updates

SuccessFactors, Inc. (SFSF) - Quote Info

Message Boards Settings

Search:

in SuccessFactors, Inc. (SFSF) t

Search

Advanced Search

G

Yahoo! Message Boards > Business & Finance > Investments > Stocks (A to Z) > Stocks S > SuccessFactors, Inc. (SFSF)

View all Topics | View all Messages | Newer Topic | Older Topic >

Re: Disgruntled Insiders

7-Mar-08 08:50 pm

Hi! I'm an HR person. I'm not an investor. I'm a first time visitor to this blogging site. My company signed up with SFSF during 4th qtr 2007. (Very small customer) For obvious reasons - I'd prefer not to mention the company name. I represent only myself on this blog. I'm curious about your comments. Is this something we should know about? Is the Ppt presentation re: financials? Is this an ethical issue w/in SFSF? Training or product problem? Is this info available to view? Should I ask my sales rep if he/she knows anything? We really had a difficult time deciding which vendor to choose. Please let me know.



View Messages Ignore User Report Abuse

Rating:

Rate it:

(No ratings)

Subject

< Previous Message | Next Message >

View: Simple | Summary | Expanded

Page 1 of about 1 First | < Prev | Next > | Last As: Threaded | Msg List

Messages in Topic

Author Rating Time of Post (ET)

Minimum rating: 2 stars + unrated What's this?

Disgruntled Insiders

joefly78 Rate it 5-Mar-08 07:38 am Online Now

Rate it

Has anyone received a powerpoint presentation

this morn ...

Re: Disgruntled Insiders

where did you see this ppt? is it posted on a pub ...

Re: Disgruntled Insiders

hrbiz40

Re: Disgruntled Insiders darkpenguin... Rate it

Not rated 7-Mar-08 08:50 pm 12-Mar-08 03:19 pm

5-Mar-08 05:31 pm

So this ppt is obviously real since they were ...

Re: Disgruntled Insiders

sommesound

filipsimmon...

Rate it

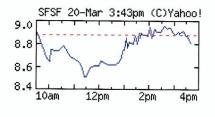
20-Mar-08 01:02 pm

Get Message Board for:

ADVERTISEMENT

Scott Member FINRA/SIPC SWITCH NOW

SuccessFactors, Inc. (SFSF)



On Mar 20: 8.85 \ 0.03 (0.34%)

Enter Symbol(s): e.g. YHOO, ^DJI

Get Quote

Symbol Lookup

Get streaming real-time quotes - Free Trial

Quote data delayed 15 minutes for Nasdaq, 20 minutes for NYSE and Amex. For delay times on othe exchanges see exchange table.

SPONSORED LINKS

Fed Cuts Interest Rates Again - Mortgage Rate

This was a plant. The company has just won an injun ... View: Simple | Summary | Expanded Page 1 of about 1 First | < Prev | Next > | Last As: Threaded | Msg List

< Newer Topic | Older Topic >

Hit 26 Month Lows. Calculate Your New Mortgage Payment. www.LowerMyBills.com

New Car Weekend Sales - Find out Today's Advertised New Car MSRP & Instant Invoice Price Info.

CarBargainsWeekly.com

Online College Programs - US Residents - Get matched with up to 5 colleges with 1 form. Serious inquiries only. www.NexTag.com/online-degrees

Copyright 2008 © Yahoo! Inc. All right reserved. Terms of Service - Copyright/IP Policy - Send Feedback - Help We collect personal information on this site. For more information please see our Privacy Policy.